Government of
Saskatchewan

Annual Report
1989-90

Saskatchewan
Public Employees
Superannuation Plan

92-06243/

The Honourable Sylvia Fedoruk
Lieutenant Governor
Province of Saskatchewan

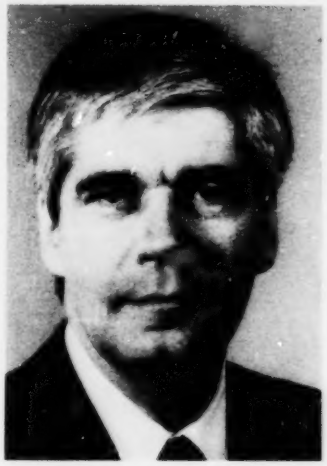
Madam:

I have the honour to transmit herewith the thirteenth Annual Report of the Public Employees (Government Contributory) Superannuation Plan for the fiscal year ended March 31, 1990.

I have the honour to be, Madam

Your Obedient Servant

Lorne Hepworth
Minister in Charge
Public Employees Superannuation Plan



The Honourable Lorne Hepworth
Minister in Charge
Public Employees Superannuation Plan
Regina, Saskatchewan

Sir:

On behalf of the Supervisory Board of the Public Employees Superannuation Plan, I have the honour to present herewith the thirteenth Annual Report of the Public Employees (Government Contributory) Superannuation Plan for the fiscal year ended March 31, 1990.

Respectfully submitted,

Supervisory Board
Public Employees Superannuation Plan

Brian Smith
Chairman

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Introduction

The Public Employees (Government Contributory) Superannuation Plan is established by section 38 of The Superannuation (Supplementary Provisions) Act.

The plan was established for permanent employees hired on or after October 1, 1977, by the Government of Saskatchewan and other participating public sector employers. As well, employees covered by The Public Service Superannuation Act, The Saskatchewan Power Superannuation Act, The Saskatchewan Telecommunications Superannuation Act, The Liquor Board Superannuation Act, and The Workmen's Compensation Board Superannuation Act were given the opportunity to transfer to the Public Employees Superannuation Plan prior to October 1, 1978.

Non-permanent employees of participating employers were given the option to join the pension plan in 1982.

Operation of the Plan

Members of the plan contribute 5% of their salary to the Public Employees Superannuation Fund. The members' employer contributes a matching amount.

The assets of the pension fund are invested and all earnings are credited to the members' accounts. The accumulated contributions together with interest form the basis of the members' retirement benefit.

Investment earnings are distributed to the members' accounts at March 31 of each year, with proportionate interest being credited on termination refunds or other benefits paid out during the year.

If a member joined the plan prior to August 1, 1982, member contributions are locked-in and the employer share vested with the member after three years of participation in the plan. If the member joined the plan on or after August 1, 1982, member contributions are locked-in and the employer share becomes vested at age 25 if the member has one year of service or more, and at the completion of one year of service if the member is over age 25.

Locked-in means that if the member terminates employment the member cannot receive a cash refund of the member contributions. Those contributions must be paid to the member in the form of an annuity. Vested means that the employer contributions made on behalf of the member also must be used to provide the member with an annuity. The employer does not receive a refund of those contributions if the member terminates employment. The earliest that a terminated member who is locked-in and vested may receive an annuity is at age 55 years.

Until they are eligible for an annuity, terminated members who are locked-in and vested may leave the money in the plan or may transfer their account to a locked-in Registered Retirement Savings Plan (RRSP).

Terminated members who are not locked-in and vested may request a cash refund of employee contributions together with interest. If member contributions are refunded, employer contributions also are refunded to the employer.

The normal age of retirement is age 65 years. However, members may retire and start to receive an annuity as early as age 55 years with one year of pensionable service. As well, members may retire at any time after 35 years participation in the plan. Members must commence receiving an annuity prior to their 71st birthday.

Members use employee and employer contributions plus interest to purchase an annuity. Under the terms of an annuity, members are paid a fixed sum of money on a regular basis, usually monthly, for life. Annuities may be purchased from an insurance company or from the Public Employees Annuity Fund.

Married members must purchase a joint life annuity in which case the annuity is guaranteed for the life of the member and the member's spouse. Single members may elect a single life annuity or may choose a 15 year guarantee period. All members are guaranteed that if they die before their total periodic annuity payments equal at least their account balance at retirement, the difference is paid to their beneficiary or estate.

Men and women retiring under the same circumstances receive the same pension as unisex mortality tables are used in the calculation of the annuity.

If the member dies prior to purchasing an annuity, the member's spouse may elect to purchase an annuity with the member's account balance. Alternatively, the spouse may elect to receive a lump sum payment, transfer the funds to an RRSP, or leave the money in an account with the plan. All other beneficiaries are required to receive a lump sum payment of the account balance.

If the member dies after they have purchased an annuity, the benefit payable to the spouse, beneficiary, or estate is dependent on the type of annuity purchased.

Membership Status

Membership at March 31, 1989		19,973
Add:		
Enrollments during the year	1,522	
Reciprocal transfers in	59	1,581
Less:		
Terminations refunded	377	
Death benefits paid	16	
Reciprocal transfers out	136	
Retirement annuities	107	
Lump sum payment on Retirement	2	
Transfers to locked-in RRSP's	197	835
Membership at March 31, 1990		20,719

Administration

For the fiscal year 1989-90, the Supervisory Board engaged the services of the Investment Corporation of Saskatchewan to invest the assets of the plan in accordance with the policy and objectives established by the Supervisory Board.

The Public Employees Benefits Agency provides the day-to-day administration of the pension plan. The annual operating expenditures associated with the fund's administration are paid to the Public Employees Benefits Agency Revolving Fund.

In accordance with section 39 of The Superannuation (Supplementary Provisions) Act, the plan is administered by a seven member Supervisory Board representing employees and employers.

The Supervisory Board extends its appreciation to the staff of the Public Employees Benefits Agency and to those persons within government departments, agencies and crown corporations whose co-operation and assistance during the year contributed to the continued successful operation of the plan.

Chairman
Brian Smith

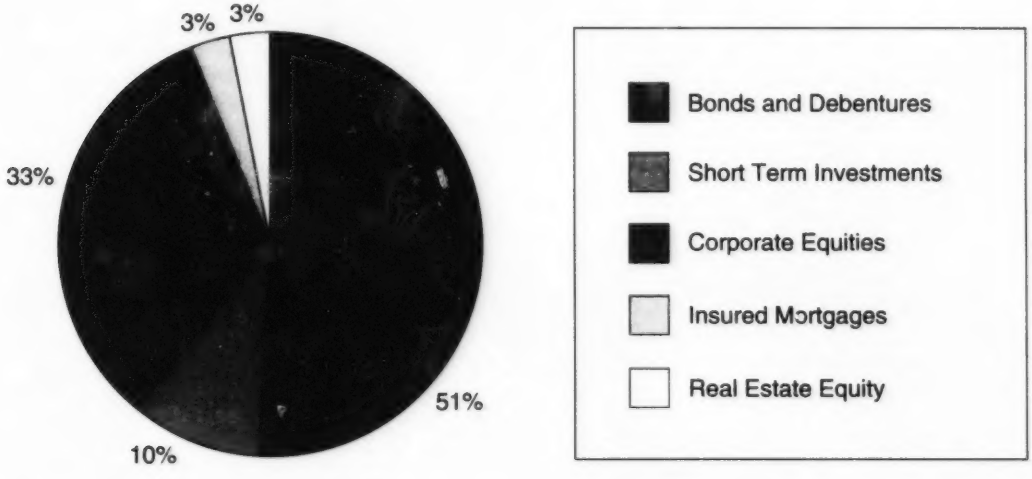
Representing Employers
Gerry Kraus (Finance)
Nancy Croll (Health)
Fred Yeo (SaskTel)

Representing Employees
Ray Bidwell (C.E.W.C.)
Kirby Sanden (I.B.E.W.)
Dan MacKay (S.G.E.U.)

Investments

In 1989-90, the assets of the Public Employees Superannuation Fund were invested by the Investment Corporation of Saskatchewan. The investment portfolio at March 31, 1990 contained the following assets:

Investments by Type



Public Employees Superannuation Plan Investments

Corporate Bonds	$114,406,657	
Government of Saskatchewan Bonds	40,245,566	
Government of Canada Bonds	56,117,944	
Other Provincial Bonds	65,783,810	
Municipal Bonds	9,949,660	
Total Bonds and Debentures		$286,503,637
Short Term Investments		54,222,915
Equities		189,978,500
Mortgages		17,183,713
Real Estate		18,833,749
Total Investments		$566,722,514

Public Employees (Government Contributory) Superannuation Plan

Schedule of Investment Transactions
Year Ended March 31, 1990

Bonds, Debentures Purchased	Maturity Date	Interest Rate %	Cost	Par Value
Gov't of Canada	06-01-1991	11.000	$ 1,017,500.00	$ 1,000,000.00
Gov't of Canada	02-01-1992	10.600	3,151,800.00	4,000,000.00
Gov't of Canada	15-12-1992	11.750	2,059,000.00	2,000,000.00
Gov't of Canada	02-01-1993	11.250	3,451,840.00	3,350,000.00
Gov't of Canada	07-01-1993	8.750	2,409,500.00	2,500,000.00
Gov't of Canada	09-01-1993	9.500	3,433,290.00	3,500,000.00
Gov't of Canada	03-01-1994	8.250	3,604,000.00	4,000,000.00
Gov't of Canada	10-01-1994	9.250	8,652,000.00	9,000,000.00
Gov't of Canada	15-12-1994	9.250	3,908,020.00	4,000,000.00
Gov't of Canada	03-01-1995	10.000	3,483,000.00	3,500,000.00
Gov't of Canada	04-01-1995	11.250	2,505,000.00	2,500,000.00
Gov't of Canada	05-01-1996	9.250	2,833,300.00	3,000,000.00
Gov't of Canada	10-01-1997	9.750	2,002,000.00	2,000,000.00
Gov't of Canada	10-01-1998	9.500	2,000,000.00	2,000,000.00
Gov't of Canada	12-01-1999	9.250	974,000.00	1,000,000.00
Gov't of Canada	05-01-2000	9.750	3,802,400.00	4,000,000.00
Gov't of Canada	05-01-2002	10.000	996,500.00	1,000,000.00
Gov't of Canada	15-12-2002	11.250	527,500.00	500,000.00
Gov't of Canada	07-01-2003	8.750	956,600.00	1,000,000.00
Gov't of Canada	06-01-2008	10.000	2,125,200.00	2,000,000.00
Gov't of Canada	06-01-2009	11.000	548,125.00	500,000.00
Gov't of Canada	06-01-2010	9.500	2,526,230.00	2,500,000.00
Prov of Saskatchewan	24-03-1993	9.250	8,499,900.00	8,800,000.00
Prov of Saskatchewan	21-11-1994	10.000	4,614,465.00	4,720,000.00
Prov of Saskatchewan	17-09-1996	9.000	891,250.00	1,000,000.00
Prov of Saskatchewan	07-06-1999	9.875	4,009,500.00	4,000,000.00
Prov of Saskatchewan	18-01-2010	10.000	2,949,400.00	3,000,000.00
Sask Potash	12-01-1992	10.750	3,400.00	3,400.00
Sask Power	07-06-1991	10.500	277,500.00	250,000.00
Sask Power	07-06-1991	9.250	521,700.00	470,000.00
Alberta Energy Ltd	30-09-2003	7.250	315,187.50	375,000.00
BC Hydro & Power Authority	15-02-2004	10.250	198,140.00	200,000.00
Quebec Hydro	15-05-2003	10.250	4,995,000.00	5,000,000.00
Quebec Hydro	16-07-2012	10.250	2,008,800.00	2,000,000.00
Prov of Manitoba	15-09-1998	9.500	1,854,497.96	1,500,000.00
Prov of Manitoba	15-03-1999	9.625	4,933,317.97	4,000,000.00
Prov of Newfoundland	04-03-2006	11.000	314,376.00	300,000.00
Ontario Hydro	03-04-1991	10.500	998,700.00	1,000,000.00
Ontario Hydro	15-12-1991	9.000	290,790.00	300,000.00
Ontario Hydro	05-01-1992	8.000	445,912.50	470,000.00
Ontario Hydro	15-12-1992	10.750	474,700.00	470,000.00
Ontario Hydro	15-01-1993	9.750	1,941,600.00	2,000,000.00
Ontario Hydro	12-08-1994	10.000	881,987.50	925,000.00
Ontario Hydro	22-04-1996	9.000	616,000.00	700,000.00
Ontario Hydro	02-10-1998	10.000	1,008,300.00	1,000,000.00
Ontario Hydro	07-12-1998	10.250	983,750.00	1,000,000.00
Ontario Hydro	25-01-2005	9.375	2,811,375.00	3,150,000.00

Schedule of Investment Transactions

Bonds, Debentures Purchased	Maturity Date	Interest Rate %	Cost	Par Value
Ontario Hydro	30-08-2008	9.500	1,653,900.00	1,850,000.00
Ontario Hydro	04-04-2009	10.250	6,354,660.00	6,354,000.00
Ontario Hydro	05-10-2009	10.000	2,010,000.00	2,025,000.00
Ontario Hydro	15-01-2010	10.500	2,047,500.00	2,000,000.00
Ontario Hydro	17-10-2014	10.000	1,004,500.00	1,000,000.00
Prov of Quebec	26-02-2009	10.750	2,000,000.00	2,000,000.00
City of Edmonton	14-06-2003	12.250	500,998.50	450,000.00
City of Regina	08-01-1999	10.000	997,500.00	1,000,000.00
Bell Canada	15-06-2007	10.875	517,450.00	500,000.00
Bell Canada	15-07-2009	10.500	1,019,500.00	1,000,000.00
Cambridge Shopping Centre	06-01-2004	7.500	3,157,000.00	3,040,000.00
Canadian Pac Forest Prod Ltd	30-11-2014	10.850	1,486,875.00	1,500,000.00
Export Dev Corp	08-10-1999	8.125	1,110,427.76	1,000,000.00
Hees Intl Bancorp Inc	23-08-1999	10.000	1,753,350.00	1,830,000.00
Mark Resources Inc	30-11-2004	8.000	2,199,200.00	2,230,000.00
National Trust Co	30-10-1999	10.000	1,525,600.00	1,600,000.00
Nova Corp of Alberta	06-01-2014	11.200	1,025,000.00	1,000,000.00
Pacific Western Air Corp	30-12-1996	7.875	468,300.00	600,000.00
Pacific Western Air Corp	30-12-1996	7.625	130,500.00	150,000.00
Royal Bank	06-01-1998	10.800	2,046,600.00	2,000,000.00
Royal Bank	14-10-1999	10.200	1,997,000.00	2,000,000.00
Royal Trust Corp	03-01-1994	10.700	973,135.00	1,025,000.00
Roylease Ltd	27-08-1996	9.750	211,750.00	220,000.00
Trans Mountain Pipe Line	22-11-2004	10.750	2,392,800.00	2,400,000.00
Transcanada Pipelines Ltd	20-10-2009	10.625	1,971,000.00	2,000,000.00
Transcanada Pipelines Ltd	20-08-2010	10.500	2,250,000.00	2,250,000.00
Wardair Fin Inc	31-10-1999	11.200	419,928.00	400,000.00
			$147,030,828.69	$148,907,400.00

Bonds, Debentures Sold	Maturity Date	Interest Rate %	Received	Initial Cost	Par Value
Gov't of Canada	10-01-1989	10.500	$ 1,000,000.00	$ 1,017,500.00	$ 1,000,000.00
Gov't of Canada	15-12-1989	11.250	1,000,000.00	1,048,750.00	1,000,000.00
Gov't of Canada	07-01-1991	8.500	980,100.00	969,000.00	1,000,000.00
Gov't of Canada	02-01-1993	11.250	2,040,000.00	2,060,800.00	2,000,000.00
Gov't of Canada	09-01-1993	9.500	3,446,000.00	3,433,290.00	3,500,000.00
Gov't of Canada	15-12-1993	11.500	3,504,100.00	3,619,525.00	3,350,000.00
Gov't of Canada	10-01-1994	9.250	3,722,000.00	3,845,333.33	4,000,000.00
Gov't of Canada	15-12-1994	9.250	3,872,000.00	3,908,020.00	4,000,000.00
Gov't of Canada	03-01-1995	10.000	1,998,000.00	2,025,000.00	2,000,000.00
Gov't of Canada	03-01-1996	10.250	3,556,000.00	3,478,125.00	3,500,000.00
Gov't of Canada	10-01-1997	9.750	1,934,000.00	2,002,000.00	2,000,000.00
Gov't of Canada	10-01-1998	9.500	1,982,000.00	2,000,000.00	2,000,000.00
Gov't of Canada	12-01-1999	9.250	940,000.00	974,000.00	1,000,000.00
Gov't of Canada	05-01-2002	10.000	8,622,500.00	8,341,366.74	8,500,000.00
Gov't of Canada	15-12-2002	11.250	2,578,750.00	2,675,000.00	2,500,000.00
Gov't of Canada	06-01-2009	11.000	528,000.00	548,125.00	500,000.00
Gov't of Canada	10-01-2009	10.750	540,000.00	498,750.00	500,000.00

Schedule of Investment Transactions

Bonds, Debentures Sold	Maturity Date	Interest Rate %	Received	Initial Cost	Par Value
Gov't of Canada	03-01-2011	9.000	3,926,000.00	3,728,188.00	4,000,000.00
Prov of Saskatchewan	12-11-1989	9.000	1,000,000.00	979,300.00	1,000,000.00
Prov of Saskatchewan	12-03-1991	9.000	290,700.00	296,468.09	300,000.00
Prov of Saskatchewan	24-03-1993	9.250	971,900.00	1,000,000.00	1,000,000.00
Prov of Saskatchewan	16-04-1996	9.750	3,928,800.00	4,001,515.00	4,000,000.00
Prov of Saskatchewan	07-06-1999	9.875	3,894,815.00	4,009,500.00	4,000,000.00
Prov of Saskatchewan	02-01-2002	9.000	2,721,000.00	2,416,625.56	3,000,000.00
Prov of Saskatchewan	15-06-2003	9.500	951,600.00	817,123.69	1,000,000.00
Prov of Saskatchewan	30-12-2004	9.625	1,846,800.00	1,942,541.43	2,000,000.00
Ontario Hydro	15-12-1992	10.750	471,762.50	474,700.00	470,000.00
Ontario Hydro	16-12-1993	10.250	1,970,000.00	1,918,000.00	2,000,000.00
Ontario Hydro	22-04-1996	9.000	1,100,505.00	1,083,980.00	1,200,000.00
Ontario Hydro	16-06-1998	10.375	991,100.00	1,000,000.00	1,000,000.00
Ontario Hydro	02-10-1998	10.000	3,045,900.00	2,948,850.00	3,000,000.00
Ontario Hydro	07-12-1998	10.250	1,024,000.00	983,750.00	1,000,000.00
Ontario Hydro	01-06-2004	9.250	2,025,000.00	1,942,776.65	2,160,000.00
Ontario Hydro	30-08-2008	9.500	881,250.00	917,690.81	1,000,000.00
Ontario Hydro	15-01-2010	10.500	5,043,619.39	5,046,862.35	5,000,000.00
Ontario Hydro	17-10-2014	10.000	1,006,250.00	1,004,500.00	1,000,000.00
Prov of Manitoba	15-03-1999	9.625	1,873,824.76	1,857,657.37	1,500,000.00
Prov of Newfoundland	03-04-2006	11.000	2,521,200.00	2,438,555.00	2,400,000.00
Prov of Quebec	04-01-2009	11.000	5,699,850.00	5,452,311.41	5,400,000.00
Prov of Quebec	26-06-2009	10.750	2,072,500.00	2,000,000.00	2,000,000.00
Quebec Hydro	04-01-2009	11.000	2,051,800.00	2,019,374.59	2,000,000.00
Quebec Hydro	16-07-2012	10.250	2,014,000.00	1,944,170.12	2,000,000.00
City of Winnipeg	08-01-1996	9.750	988,100.00	997,500.00	1,000,000.00
Algoma Steel Corp	15-05-1997	17.375	56,000.00	56,215.39	56,000.00
Bell Canada	15-10-2011	11.000	525,625.00	503,000.00	500,000.00
Beneficial Fin Co Canada	19-02-1990	8.900	3,500,000.00	3,500,000.00	3,500,000.00
Bank of Nova Scotia Mtge Corp	02-05-1990	8.400	1,000,000.00	1,000,000.00	1,000,000.00
Cambridge Leaseholds	31-03-2002	10.600	5,663.72	5,663.72	5,663.72
Cambridge Shopping Centre	03-01-2003	8.000	1,245,000.00	1,000,000.00	1,000,000.00
Canadian National Railway Co.	15-11-2004	13.000	76,000.00	85,785.00	76,000.00
Consumers Gas Co Ltd	11-03-1996	17.750	21,000.00	21,000.00	21,000.00
Consumers Gas Co Ltd	07-06-2012	10.600	3,470,450.00	3,234,715.55	3,500,000.00
Domtar Inc	09-01-2006	10.350	995,100.00	969,990.90	1,000,000.00
Domtar Inc.	08-05-2017	10.850	1,014,500.00	962,100.00	1,000,000.00
Dylex Ltd	06-03-1997	9.250	2,036,250.00	2,250,000.00	2,250,000.00
Eaton T Accept Ltd.	15-09-1999	11.000	406,440.00	334,608.00	400,000.00
Ford Credit Canada	01-08-1990	10.000	1,000,000.00	970,400.00	1,000,000.00
Inland Natural Gas Ltd	15-11-1996	18.250	27,000.00	27,000.00	27,000.00
Interhome Energy	01-04-1989	13.400	11,000.00	11,000.00	11,000.00
Intl Bnk Reconds & Dev	03-02-2008	10.500	1,020,000.00	1,001,250.00	1,000,000.00
National Bank of Canada	06-01-1998	10.875	1,016,800.00	1,015,000.00	1,000,000.00
Norcen Energy Res Ltd	19-12-2003	13.250	1,127,052.00	1,038,000.00	1,038,000.00
Norcen Energy Res Ltd	15-12-2006	6.000	805,000.00	500,000.00	500,000.00
Northern & Central Gas	29-11-2002	14.000	21,000.00	21,000.00	21,000.00
Northern & Central Gas	14-11-2003	13.500	45,000.00	45,000.00	45,000.00

Schedule of Investment Transactions

Bonds, Debentures Sold	Maturity Date	Interest Rate %	Received	Initial Cost	Par Value
Nova Corp of Alberta	15-07-1989	14.000	500,000.00	500,000.00	500,000.00
Nova Corp of Alberta	15-02-1997	17.500	48,000.00	47,624.95	48,000.00
Pacific Northern Gas	05-01-1997	18.000	52,000.00	52,000.00	52,000.00
Producers Pipeline	30-06-1995	12.000	61,111.12	61,111.12	61,111.12
Royal Bank of Canada	14-10-1999	10.200	1,985,000.00	1,997,000.00	2,000,000.00
Royal Trust Corp	19-03-1991	9.875	972,600.00	995,100.00	1,000,000.00
Sears Acceptance	28-04-1989	16.750	250,000.00	249,929.77	250,000.00
Steel Co Canada Ltd	30-04-1996	10.250	400,000.00	401,000.00	400,000.00
Stelco Inc	10-01-2000	13.500	75,000.00	75,975.89	75,000.00
Toronto Eaton Centre	06-01-2000	12.000	9,000.00	8,280.00	9,000.00
Toronto Eaton Centre	30-06-2000	15.000	20,000.00	20,000.00	20,000.00
Transcanada Pipeline Ltd.	20-12-1996	18.000	56,000.00	56,000.00	56,000.00
Union Gas Ltd	11-01-2002	14.250	27,000.00	27,000.00	27,000.00
Union Gas Ltd	30-06-2003	13.000	54,000.00	54,000.00	54,000.00
Walker Home Oil Ltd	15-12-1991	15.500	549,625.00	490,000.00	500,000.00
Wardair Fin Inc	31-10-1999	11.200	422,120.00	419,928.00	400,000.00
West Kootenay	01-04-1998	14.250	19,000.00	19,000.00	19,000.00
Westcoast Trans 2000	15-07-2000	12.250	36,000.00	37,800.00	36,000.00
Weston George Ltd	12-01-1997	14.125	25,000.00	25,000.00	25,000.00
			$121,542,063.49	$119,755,003.43	$121,262,774.84

Schedule of Investment Transactions

Bonds, Debentures Reconciliation:	
Opening Balances	
Canadian	$ 46,089,000.00
Province of Saskatchewan	36,775,000.00
Other Prov	67,071,000.00
Municipal	9,498,000.00
Corporate	121,577,202.56
	281,010,202.56
Plus Purchases	147,030,828.69
Less Sales	121,542,063.49
	306,498,967.76
Unamortized Disc/Premium	
Canadian	493,187.37
Province of Saskatchewan	(1,163,102.94)
Other Prov	(2,271,724.07)
Municipal	42,205.49
Corporate	(1,630,659.65)
April 89 Market Adjmt	
Canadian	(345,236.37)
Province of Saskatchewan	(343,209.06)
Other Prov	(1,280,480.93)
Municipal	465,517.51
Corporate	(2,272,833.91)
March 90 Market Adjmt	
Canadian	(840,362.23)
Province of Saskatchewan	(1,184,621.75)
Other Prov	(3,770,229.67)
Municipal	(566,461.50)
Corporate	(5,327,318.77)
	$ 286,503,637.28
Closing Balances	
Canadian	56,117,943.77
Province of Saskatchewan	40,245,566.25
Other Prov	65,783,810.61
Municipal	9,949,660.00
Corporate	114,406,656.65
	$ 286,503,637.28

Short Term Investments	Purchased	Disposed	Net
Transactions during year	$1,045,521,259.69	$1,128,997,764.41	$(83,476,504.72)

Schedule of Investment Transactions

Insured Mortgages at Cost	Interest Rate %	Principal Purchased	Principal Reduction	Net
Met. Trust — Albert Square	11.000	$	$ 584,306.47	$ (584,306.47)
Maritime Life-Forest Garden Estates	11.375		1,101,192.01	(1,101,192.01)
Canwest Trust — E & E Hauling	11.625		4,016.54	(4,016.54)
H.A. Roberts — Regina Market Mall	14.000		6,740.23	(6,740.23)
Met. Trust — Southgate Plaza	14.375	7,335.21		7,335.21
Co-Op Trust — Briarview Co-Op Homes	18.750		3,060.74	(3,060.74)
Cdn. Prem. Prop. — Westfor Const.	17.000	208.28	3,022.59	(2,814.31)
London Life #150-889-1	14.000		11,873.83	(11,873.83)
Met. Trust — Parkview Square	13.500		21,818.26	(21,818.26)
Montrose Mtge. — Riverview Estates	14.130		2,373.32	(2,373.32)
Montrose Mtge. — 11 Evergreen Place	14.500	430.51	2,382.46	(1,951.95)
Met. Trust — Kipling Towers	7.250		60,136.28	(60,136.28)
Met. Trust — The Glendale Lodge	9.750		18,368.03	(18,368.03)
Met. Trust — Hyde Park I	13.375		49,186.53	(49,186.53)
Met. Trust — Hyde Park II	14.750		10,101.53	(10,101.53)
Montrose Mtge. — Parkway Office Holding	11.500		7,163.27	(7,163.27)
Met. Trust — Lakewood Plaza	11.625		10,527.30	(10,527.30)
Met. Trust — Parkside Nursing Home	9.750		73,967.72	(73,967.72)
National Trust — Jaywell Developments	11.250		8,229.65	(8,229.65)
Met. Trust — Eastview Square	11.250	1,115.92	12,105.59	(10,989.67)
Met. Trust — Gene's Ltd.	11.125		10,342.21	(10,342.21)
Met. Trust — Nova Scotia Hsg.	11.125		24,167.27	(24,167.27)
Met. Trust — Desrochers Development	10.75		10,692.91	(10,692.91)
Met. Trust — C. G. Properties Ltd	10.125		18,294.08	(18,294.08)
Canada Life — Linden Square	10.75		8,991.78	(8,991.78)
		$ 9,089.92	$ 2,063,060.60	$ (2,053,970.68)

Reconciliation:	
Opening Balance	$19,237,683.52
Plus Purchases	9,089.92
Less Reductions	2,063,060.60
Closing Balance	$17,183,712.84

Schedule of Investment Transactions

Real Estate Equity	Purchased	Disposed	Net
Direct Holdings			
Key West	$ 6,138.15	$	$ 6,138.15
Denton Centre	28,567.29	657,166.16	(628,598.87)
Suncrest	413,334.00		413,334.00
Viking Rideau Corp		1,850.00	(1,850.00)
	448,039.44	659,016.16	(210,976.72)
Pension Fund Realty			
Lawson Heights Shopping	330,188.58		330,188.58
Coquitlam Shopping Centre	14,747.67		14,747.67
Riverview Business Park	85,574.50		85,574.50
Dynamic Drive Series	19,132.05	9,621.52	9,510.53
	449,642.80	9,621.52	440,021.28
Sask Pen			
Victoria Plaza Parkade		13,140.00	(13,140.00)
Old Royal Bank Site		169,760.00	(169,760.00)
		182,900.00	(182,900.00)
	$897,682.24	$ 851,537.68	$ 46,144.56
Reconciliation:			
Opening Balance		$ 15,105,573.53	
Plus Purchases		897,682.24	
Less Disposals		851,537.68	
		15,151,718.09	
March 90 Market Adjmt.		3,682,031.00	
Closing Balance		$ 18,833,749.09	

Schedule of Investment Transactions

Corporate Shares	Shares	Purchased	Disposed	Net
Abbott Laboratories	21,100	$ 1,509,947.54	$	$ 1,509,947.54
Air Canada Inc	61,300	787,148.50		787,148.50
Alcan Aluminum Ltd	103,600	2,706,945.70		2,706,945.70
Amerada Hess Corp	27,980	1,239,375.84		1,239,375.84
Amerada Hess Corp	8,380		443,087.81	(443,087.81)
American Barrick Res Corp	195,800	4,227,773.49		4,227,773.49
American Barrick Res Corp	3,600		91,935.72	(91,935.72)
American Telephone & Telegraph	44,800	2,039,594.28		2,039,594.28
Amp Inc	13,500	673,454.51		673,454.51
Amp Inc	2,700		155,578.45	(155,578.45)
Atlantic Richfield	6,300	787,563.79		787,563.79
B C Telephone	66,500		1,111,880.00	(1,111,880.00)
Bank of America Corp	44,500	1,512,187.29		1,512,187.29
Bank of Montreal	111,452	3,529,343.96		3,529,343.96
Bank of Nova Scotia	100,200	1,708,817.20		1,708,817.20
Bank of Nova Scotia	42,800		662,116.00	(622,116.00)
BC Gas Inc	17,700	266,562.00		266,562.00
Bell Canada Enterprises	71,400	2,900,946.30		2,900,946.30
Bell Canada Mobile Communications	23,200	733,018.50		733,018.50
BMO NT Finl Corp	33,025	330,617.50		330,617.50
BNT Ltd	188,100	2,297,212.00		2,297,212.00
Bow Valley Industries Ltd.	58,200	882,958.50		882,958.50
Bow Valley Industries Ltd.	58,200		870,090.00	(870,090.00)
BP Canada Inc.	9,600		148,512.00	(148,512.00)
Brascan Ltd. — Class A	44,400	1,253,561.50		1,253,561.50
BT Shipping Ltd	16,000	260,366.40		260,366.40
Burlington Northern Inc Ico	8,000	333,426.75		333,426.75
C1 Cablesystems	39,675	87,285.00		87,285.00
CAE Inds Ltd	70,100	971,934.90		971,934.90
Camco Inc	36,200		316,320.50	(316,320.50)
Canfor Corp	58,900	1,711,575.10		1,711,575.10
Caterpillar Inc	13,700	1,042,771.77		1,042,771.77
Canadian Imperial Bank of Commerce	113,700	3,417,040.50		3,417,040.50
Canadian Pacific Ltd	189,200	4,478,965.60		4,478,965.60
Canadian Tire Corp Ltd — Class A	50,600	1,204,879.40		1,204,879.40
Chevron Corp	11,400	751,060.93		751,060.93
Chevron Corp	11,400		892,371.97	(892,371.97)
CM NT Equity Corp	35,600	585,086.00		585,086.00
CMS Energy Corp	29,700	1,196,896.49		1,196,896.49
Coca Cola Co	14,100	954,099.25		954,099.25
Coca Cola Co	10,500		843,351.37	(843,351.37)
Columbia Gas Systems Inc.	17,230	947,822.18		947,822.18
Cominco Ltd	51,700	1,408,792.57		1,408,792.57
Commonwealth Edison Co	12,600	593,174.09		593,174.09
Compaq Computer Corp	12,950	1,383,708.24		1,383,708.24
Computer Assoc Intl Inc	41,520	1,219,912.51		1,219,912.51
Connaught Biosciences Inc	22,300	614,192.70		614,192.70
Connaught Biosciences Inc	44,300		1,560,290.00	(1,560,290.00)
Cooper Tire & Rubber	22,950	818,926.14		818,926.14
Crownx Inc. — Class A	9,000		51,300.00	(51,300.00)
Delta Air Lines Inc	8,930	742,152.52		742,152.52
Delta Air Lines Inc	8,930		739,750.76	(739,750.76)

Schedule of Investment Transactions

Corporate Shares	Shares	Purchased	Disposed	Net
Dofasco Inc	23,400	608,075.00		608.075.00
Domtar Inc	35,000	525,934.50		525,934.50
Du Pont E I De Nemours	15,630	2,097,910.08		2,097,910.08
Dylex Ltd — Class A Preferred	7,000		81,522.00	(81,522.00)
Echo Bay Mines Ltd	32,800	528,539.04		528,539.04
Echo Bay Mines Ltd	50,000		894,188.19	(894,188.19)
Encor Inc	15,000	38,436.55		38,436.55
Encor Inc	15,000		36,637.00	(36,637.00)
Enerplus Resources Series G	491,000	3,137,100.00		3,137,100.00
Enerplus Resources Series D	100,000		962,500.00	(962,500.00)
Enerplus Resources Series B	100,000		675,000.00	(675,000.00)
Enerplus Resources Series C	150,000		1,350,000.00	(1,350,000.00)
Falconbridge Ltd	18,700	564,631.00		564,631.00
Falconbridge Ltd	37,100		1,365,950.00	(1,365,950.00)
Federal National Mortgage Assn	12,600	1,263,141.99		1,263,141.99
Flour Corp	25,200	933,017.07		933,017.07
Flour Corp	3,600		177,607.79	(177,607.79)
Gatx Corp Unit	8,025	619,928.53		619,928.53
General Electric Co	35,450	2,311,163.18		2,311,163.18
General Electric Co	5,650		412,032.33	(412,032.33)
General Motors Corp	32,330	1,649,068.52		1,649,068.52
Georgia Pac	16,200	1,111,717.09		1,111,717.09
Gerber Products Co	11,650	997,711.13		997,711.13
Gerber Products Co	5,440		338,297.03	(338,297.03)
Gibson Greetings Inc	16,700	474,288.50		474,288.50
Glaxo Holdings	5,800	181,618.44		181,618.44
GTE Corp	9,900	787,065.19		787,065.19
Gulf Canada Resources Ltd	83,900	1,275,128.24		1,275,128.24
Hees Intl Bancorp Inc	51,000	1,542,365.50		1,542,365.50
Hemlo Gold Mines Inc	109,200	1,735,466.71		1,735,466.71
Imasco Ltd	42,500	1,518,813.40		1,518,813.40
Imperial Oil Ltd — Class A	43,500	2,492,493.00		2,492,493.00
Inco Ltd	78,500	2,779,274.73		2,779,274.73
Inland Natural Gas Ltd	36,700	554,255.80		554,255.80
Innopac Inc	45,100	534,870.75		534,870.75
Interhome Energy Inc	9,400	452,875.41		452,875.41
Ipsco Inc	77,500	1,397,325.00		1,397,325.00
Ivaco Inc — Class A	16,436		197,826.69	(197,826.69)
Labatt John Ltd	51,900	1,272,835.63		1,272,835.63
Lac Minerals Ltd	30,500	359,410.58		359,410.58
Lac Minerals Ltd	61,400		757,737.50	(757,737.50)
Lafarge Canada	5,000		92,885.00	(92,885.00)
Laidlaw Transportation — Class B	66,500	1,423,109.60		1,423,109.60
Laidlaw Transportationn — Preferred	35,000		1,104,271.00	(1,104,271.00)
Long Island Ltg Co	21,800	436,481.69		436,481.69
Lonvest Corp	25,800	602,124.00		602,124.00
Lubrizol Corp	14,600	761,514.73		761,514.73
Lubrizol Corp	14,600		621,050.57	(621,050.57)
MacLean Hunter Ltd	163,000	2,010,025.16		2,010,025.16
MacMillan Bloedel Ltd	78,700	1,393,971.10		1,393,971.10
Marion Labs Inc	39,450	1,234,853.75		1,234,853.75
Marion Labs Inc	39,450		1,627,244.72	(1,627,244.72)

Schedule of Investment Transactions

Corporate Shares	Shares	Purchased	Disposed	Net
Melville Corp	19,320	1,006,318.55		1,006,318.55
Mitel Corp	162,400	524,032.07		524,032.07
Molson Cos — Class A	54,300	1,992,845.00		1,992,845.00
Moore Corp Ltd	59,100	2,074,456.03		2,074,456.03
National Bank of Canada	66,600	857,015.00		857,015.00
Noranda Inc	109,300	2,766,300.48		2,766,300.48
Norcen Energy	92,500	2,116,475.54		2,116,475.54
Northern Stores	25,000	125,000.00		125,000.00
Northern Telecom Ltd	88,500	2,098,323.90		2,098,323.90
Norton Co Unit	8,100	526,582.11		526,582.11
Norton Co Unit	8,100		704,872.40	(704,872.40)
Nova Corp of Alberta	271,220	2,581,743.30		2,581,743.30
Onex Corp	63,500	963,245.49		963,245.49
Oshawa Group Ltd — Class A	43,200	1,221,559.99		1,221,559.99
Pacificorp	7,200	201,114.43		201,114.43
Pagurian Corp — Class A	7,000		59,096.75	(59,096.75)
Pencor Pete Ltd	1,050	945,000.00		945,000.00
Phelps Dodge Corp	23,300	1,690,753.44		1,690,753.44
Phelps Dodge Corp	3,600		252,203.65	(252,203.65)
Placer Dome Inc	168,445	3,206,527.28		3,206,527.28
Polygram	18,000	334,454.40		334,454.40
Potash Corp of Sask Inc	42,300	578,902.50		578,902.50
Power Corp	46,900	746,387.20		746,387.20
Power Corp	22,000		354,090.00	(354,090.00)
Power Financial Corp	85,100	1,748,223.83		1,748,223.83
Proctor & Gamble Co	14,400	1,149,252.84		1,149,252.84
Reynolds Metals Co	15,720	1,002,018.82		1,002,018.82
Rio Algom Ltd	9,800	249,466.39		249,466.39
Royal Bank of Canada	120,234	5,558,461.45		5,558,461.45
RY NT Financial Corp	55,900	1,146,967.50		1,146,967.50
Scherling Plough Corp	16,100	1,295,119.94		1,295,119.94
Scotts Hospitality Inc	70,300	1,207,102.80		1,207,102.80
Seagram Co Ltd	40,600	3,766,950.18		3,766,950.18
Sears Canada Inc	72,600	996,920.78		996,920.78
Shell Canada Ltd — Class A	16,200	675,566.75		675,566.75
SNT Ltd	42,800	199,020.00		199,020.00
Southam Inc	43,100	1,452,940.30		1,452,940.30
T C C Beverages Ltd	97,525		871,044.75	(871,044.75)
T N T Financial Ltd	36,200	155,660.00		155,660.00
Teck Corp — Class B	143,300	3,393,952.50		3,393,952.50
Teck Corp Series D Preferred	600		120,000.00	(120,000.00)
Texaco Canada Pete Ltd	881		3,004.21	(3,004.21)
Texaco Inc Series C Preferred	240	14,128.80		14,128.80
Texaco Inc	26,000	1,575,068.36		1,575.068.36
Thomson Corp	197,000	3,505,210.81		3,505,210.81
Thomson Newspapers — Class A	2,400	71,246.40		71,246.40
Thomson Newspapers — Class A	20,600		604,176.62	(604,176.62)
TJX Companies	24,100	522,628.40		522,628.40
TNT Financial Ltd	170,300	696,619.65		696,619.65
Toronto Dominion Bank	45,700	935,139.50		935,139.50
Torstar Corp — Class B	17,200	594,794.00		594,794.00
Transalta Utility Corp	30,800	451,829.30		451,829.30

Schedule of Investment Transactions

Corporate Shares	Shares	Purchased	Disposed	Net
Transalta Utility Corp	34,200		511,632.00	(511,632.00)
Transcanada Pipelines	110,400	1,705,178.35		1,705,178.35
Transcanada Pipelines	15,000		255,785.00	(255,785.00)
Trilon Financial Corp — Class A	99,900	2,151,681.99		2,151,681.99
Valley National Corp	15,000	484,203.92		484,203.92
Waban Inc	27,530	503,339.52		503,339.52
Warner Lambert Co	6,310	790,566.88		790,566.88
Waste Management Inc	15,920	965,438.14		965,438.14
Westcoast Energy Inc	7,000		120,260.00	(120,260.00)
Williams Cos	14,100	613,162.47		613,162.47
Xerox Canada Inc	60,000		1,202,100.00	(1,202,100.00)
Zayre Corp Unit	14,100	497,519.59		497,519.59
		$162,350,054.90	$23,639,599.78	$138,710,455.12

Reconciliation:	
Opening Balance	$ 48,201,832.28
Plus Purchases	162,350,054.90
Less Sales	23,639,599.78
	186,912,287.40
April 89 Market Adjmt	6,025,892.72
March 90 Market Adjmt — Cdn.	(4,601,140.95)
March 90 Market Adjmt — Foreign	1,641,460.37
Closing Balance	$189,978,499.54

Schedule of Investment Transactions

Summary of Investment Transactions (At Market)	1989/90	1988/89
Bonds and Debentures	$ 10,023,529	$ 35,977,376
Insured Mortgages (At Cost)	(2,053,971)	(1,246,566)
Corporate Shares	141,776,667	(1,506,194)
Real Estate Equity	3,728,176	176,835
Short Term	(83,476,505)	$43,329,698
Total Investment Transactions — Net Increase	$ 69,997,896	$ 76,731,149
Investments Beginning of Fiscal Year (At Cost)	496,724,618	419,993,469
	$566,722,514	$496,724,618

Public Employees (Government Contributory) Superannuation Plan

Financial Statements

For the Year Ended March 31, 1990

Auditor's Report

To the Members of the Legislative Assembly
of Saskatchewan

I have audited the statement of net assets available for benefits of the Public Employees' (Government Contributory) Superannuation Plan as at March 31, 1990 and the statement of changes in net assets available for benefits for the year then ended. These financial statements are the responsibility of the Plan's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the plan as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the generally accepted accounting principles.

W. K. Strelioff

Regina, Saskatchewan
March 25, 1991

W. K. Strelioff, C.A.
Provincial Auditor

Statement 1

Public Employees (Government Contributory) Superannuation Plan Supervisory Board
Public Employees (Government Contributory) Superannuation Plan
Statement of Net Assets Available for Benefits

As at March 31

	1990	1989
Assets		
Investments (Note 4)		
Short Term	$ 54,222,915	$137,699,419
Bonds	286,503,637	276,480,109
Equities	189,978,500	48,201,832
Mortgages	17,183,713	19,237,684
Real Estate	18,833,749	15,105,574
	$566,722,514	$496,724,618
Unamortized (gains) losses on investments sold	—	(9,199,885)
Receivables		
Employees contributions	824,816	848,662
Employers contributions	806,956	846,458
Accrued investment income	10,978,688	11,205,744
Other	258,972	41,990
	12,869,432	12,942,854
Cash, less outstanding cheques	420,299	(181,308)
Total assets	$580,012,245	$500,286,279
Liabilities		
Administative expenses payable	$ 315,272	$ 124,275
Refunds, transfers and other payables	1,894,954	2,246,071
Total liabilities	2,210,226	2,370,346
Net assets available for benefits	$577,802,019	$497,915,933

(See accompanying notes)

Statement 2

Public Employees (Government Contributory) Superannuation Plan Supervisory Board
Public Employees (Government Contributory) Superannuation Plan
Statement of Changes in Net Assets Available for Benefits

For the Year Ended March 31

	1990	1989
Increase in assets		
Investment income		
Interest	$ 41,443,837	$ 41,048,427
Dividends	5,290,430	1,121,920
Mortgages	1,843,595	2,307,354
Real estate	1,288,956	1,480,670
Other	183,309	47,895
	50,050,127	46,006,266
Market value adjustments (Note 3)	482,895	—
Contributions		
Employees	23,224,716	21,318,814
Employers	23,162,632	21,241,650
Reciprocal transfers in	1,481,883	1,063,082
	47,869,231	43,623,546
Total increase in assets	98,402,253	89,629,812
Decrease in Assets		
Administrative expenses	1,209,234	490,580
Transfers, refunds and benefit payments (Note 7)	17,306,933	11,681,914
Total decrease in assets	18,516,167	12,172,494
Increase in net assets	79,886,086	77,457,318
Net assets available for benefits — beginning of year	497,915,933	420,458,615
Net assets available for benefits end of year (note 6)	$577,802,019	$497,915,933

(See accompanying notes)

Public Employees (Government Contributory) Superannuation Plan Supervisory Board
Public Employees (Government Contributory) Superannuation Plan
Notes to Financial Statements

March 31, 1990

1. Description of Plan

a) **General**
The Public Employees (Government Contributory) Superannuation Plan is a defined contribution plan which was established by the Government of Saskatchewan on October 1, 1977. It covers the employees of a number of government entities. Details of the Plan are contained in the Superannuation (Supplementary Provisions) Act.

b) **Administration**
The Plan is administered by a seven member Supervisory Board. Day-to-day administration is provided by the Public Employees Benefits Agency.

c) **Superannuation Fund**
The Public Employees (Goverment Contributory) Superannuation Fund was established to accumulate all contributions and earnings for Plan members. The Supervisory Board each year declares the earnings allocation rate (see Note 5).

d) **Funding Policy**
Employees contribute 5% of their salary each year. This amount is matched by the employer. All contributions plus accumulated earnings are locked-in and vested for employees over 25 years of age with at least one year of service.

e) **Retirement**
Members may retire and purchase an annuity as early as age 55, or after 35 yeas of service regardless of age.

Upon retirement an employee may elect to receive an annuity from the Supervisory Board pursuant to Section 44 of the Act, or from a private company that issues annuities.

For members who elect to have their retirement annuities provided by the Supervisory Board, the member's accumulated balance at the date of retirement is transferred to the Public Employees (Government Contributory) Annuity Fund.

f) **Portability**
Employees who terminate employment with one of the participating employers have the following options if their pension equity is locked-in and vested:

— The funds may be left in the Public Employees Superannuation Plan to continue to accumulate earnings until retirement.

— The funds may be transferred to a locked-in RRSP.

— The funds may be transferred to another pension plan which has a reciprocal agreement with the Public Employees Superannuation Plan.

2. Significant Accounting Policies

a) **Basis of Accounting**
The financial statements are prepared on the accrual basis of accounting.

b) **Investments**
Investment in bonds and equities are recorded at market values which are determined by reference to closing year end sale prices from recognized security dealers or, in the absence of recorded sales, by reference to closing year end bid and ask prices.

Short term investments are valued at cost which approximates market value.

Real estate is valued at market value as estimated by independent appraisals.

Mortgages are valued at their net present value by discounting their stated rates of return to current market rates of return.

3. Change in Accounting Policy

The Board has adopted the accounting recommendations for pension plans of the Canadian Institute of Chartered Accountants (CICA) as described in section 4100 of the CICA Handbook. As a result, the format of the financial statements for the Public Employees (Government Contributory) Superannuation Plan has been changed to comply with the CICA recommendations. In addition, the basis of valuation for investments was changed from amortized cost to market value (see note 2) in accordance with section 4100. The change in valuation of investments has been applied prospectively from April 1, 1989. The market value adjustments included on the statement of changes in net assets available for benefits are comprised of:

Unamortized gain on bonds sold in previous years	$9,199,885
Increase in market value of bonds, debentures and equities at April 1, 1989, arising from change in accounting policy	2,249,650
Change in market value of bonds, debentures and equities in current year	(14,648,671)
Increase in market value of real estate recognized at March 31, 1990	3,682,031
	$ 482,895

The increase in market values to April 1, 1989 does not include the change from cost to market value for real estate as market information was not available.

4. Investments

	1990	1989	
	Market Value	Market Value	Cost
Bonds and debentures*	$286,503,638	$272,703,866	$281,010,203
Less unamortized discounts	—	—	4,530,094
	286,503,638	272,703,866	276,480,109
Mortgages	17,183,713	19,181,724	19,237,684
Equities	189,978,499	54,227,725	48,201,832
Short term investments	54,222,915	137,699,419	137,699,419
	547,888,765	$483,812,734	481,619,044
Real estate*	18,833,749		15,105,574
	$566,722,514		$496,724,618

The 1989 market values for real estate were not available and therefore are not reported.

*Included in the totals for bonds and debentures are Province of Saskatchewan holdings of $40,245,566 (1989 Market — $35,268,688; 1989 Cost — $36,775,000). Included in real estate totals are holdings of SaskPen Properties Ltd. of $4,485,681 (1989 — $3,609,990). SaskPen Properties Ltd. is a real estate corporation beneficially owned by Crown managed pension funds in the Province of Saskatchewan.

5. Earnings Allocation to Members

Effective April 1, 1989, the change in market value of investment is allocated over a four year period on a straight-line basis for bonds, debentures and equities. Annually this amount, together with investment income, is allocated to members. The unallocated amount, representing 75% of the current period change in market value, is to be recognized equally in each of the following three years.

Prior to April 1, 1989, the income allocated to members' accounts was restricted to investment income and realized capital gains and losses, except for realized gains/losses on bonds. The gain/loss on bond sales was deferred and allocated over the remaining life of the investment.

The revised income allocation policy is applied on a prospective basis from April 1, 1989.

6. Members' Accumulated Balances

	1990	1989
Members' accumulated balances	$583,389,761	$497,862,276
Realized and unrealized (net) capital losses deferred to future years	(9,299,266)	—
Increase in market value of real estate not recognized for earnings allocation purposes	3,682,031	—
Other unallocated amounts	29,493	53,657
Net assets available for benefits	$577,802,019	$497,915,933

7. Transfers, Refunds and Benefit Payments

	1990	1989
Termination refunds	$ 958,611	$ 903,218
Death and lump sum benefits	426,298	862,500
Transfers to Public Employees (Government Contributory) Annuity Fund	2,840,065	2,573,274
Transfers to registered retirement savings plans and to private companies providing annuities	6,849,069	5,724,615
Reciprocal transfers out	6,232,890	1,618,307
	$17,306,933	$11,681,914

8. Administration Expenses

a) **Administration**

Pursuant to subsection 39(4) of the Superannuation (Supplementary Provisions) Act, the annual operating expenditures associated with the Plan's administration are paid to the Public Employees Benefits Agency Revolving Fund except for custodial fees and investment management fees which are paid directly.

b) **Investment Management Services**

Section 45 of the Superannuation (Supplementary Provisions) Act authorizes the Supervisory Board to invest any part of the monies standing to the credit of the Public Employees (Government Contributory) Superannuation Fund in any securities authorized pursuant to the Pension Benefits Act.

The Investment Corporation of Saskatchewan invests the monies of the Public Employees (Government Contributory) Superannuation Fund under a contract to provide services.

The Fund pays management fees to the Investments Corporation of Saskatchewan.

The Public Employees (Government Contributory) Superannuation Fund holds shares in the Investment Corporation of Saskatchewan: 126,273 Class B shares and 1200 Class A shares.

9. Related Party Transactions

Included in these financial statements are expenses resulting from routine operating transactions conducted at prevailing market prices with various Saskatchewan crown controlled departments, agencies and corporations with which the Plan is related.

Account balances resulting from these transactions are included in the statement of net assets available for benefits and are settled on normal trade terms. Other amounts due to (from) related parties and the terms of settlement are described separately in the financial statements and the notes thereto.

10. Comparative Figures

The comparative figures have been reclassified to conform with the current year's presentation.

Public Employees (Government Contributory) Superannuation Plan Supervisory Board

Public Employees (Government Contributory) Annuity Fund

Financial Statements

For the Year Ended March 31, 1990

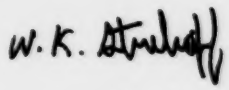
Auditor's Report

To the Members of the Legislative Assembly
of Saskatchewan

I have examined the statement of financial position of the Public Employees (Government Contributory) Annuity Fund as at March 31, 1990 and the statement of annuity fund operations for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the basis of accounting disclosed in note 1 to the financial statements.



Regina, Saskatchewan
January 11, 1991

W. K. Strelioff, C.A.
Provincial Auditor

Statement 1

Public Employees (Government Contributory) Superannuation Plan Supervisory Board
Public Employees (Government Contributory) Annuity Fund
Statement of Financial Position

As at March 31

	1990	1989
Assets		
Cash	$ 119,941	$ —
Members' accumulated contributions receivable	81,979	221,620
Accounts receivable	13,968	95
Accrued investment income	247,975	223,293
Investments (Note 3)	10,355,186	7,580,406
	$10,819,049	$8,025,414
Liabilities and Deficit		
Liabilities:		
Administration expenses payable (Note 5)	$ 4,325	$ 2,692
Bank indebtedness, including outstanding cheques	—	1,283
Accounts payable	46,749	—
Accumulated provision for annuities payable (Note 4)	11,753,820	8,529,840
	11,804,894	8,533,815
Fund Deficit (Statement 2)	(985,845)	(508,401)
	$10,819,049	$8,025,414

(See accompanying notes)

Statement 2

Public Employees (Government Contributory) Superannuation Plan Supervisory Board
Public Employees (Government Contributory) Annuity Fund
Statement of Annuity Fund Operations

Year Ended March 31

	1990	1989
Revenues:		
Transfer of accumulated balances of members electing to have retirement annuities underwritten by the Plan	$2,827,037	$2,573,275
Investment income	1,019,863	686,579
Total revenue	3,846,900	3,259,854
Expenses:		
Annuities paid	1,064,290	771,221
Administration expenses	36,074	23,543
Change in accumulated provision for annuities payable (Note 4)	3,223,980	2,714,543
Total Expenses	4,324,344	3,509,307
Net (loss) income for the year	(477,444)	(249,453)
Fund deficit — beginning of year	(508,401)	(258,948)
Fund deficit — end of the year (Statement 1)	$ (985,845)	$ (508,401)

(See accompanying notes)

Public Employees (Government Contributory) Superannuation Plan Supervisory Board
Public Employees (Government Contributory) Annuity Fund
Notes to Financial Statements

March 31, 1990

1. Significant Accounting Policies

a) **Basis of Accounting**

The accounts are maintained on an accrual basis of accounting.

b) **Investments**

Investments are recorded at cost. Premiums and discounts on the acquisition of bonds and debentures are amortized to earnings over the term of the security. Gains or losses realized upon the sale of investments are recognized in the period of disposition.

c) **Accumulated Provision for Annuities Payable**

The accumulated provision for annuities payable represents the present value of the annuities underwritten by the Supervisory Board and is determined pursuant to an actuarial valuation. Any resulting change in the liability pursuant to the valuation is recognized as a revenue or expense item in that year's operations.

2. Description of Fund

The Public Employees (Government Contributory) Superannuation Plan Supervisory Board is established under Section 39 of the Superannuation (Supplementary Provisions) Act and administers the Public Employees (Government Contributory) Annuity Fund.

The Public Employees (Government Contributory) Annuity Fund (Annuity Fund) was established under provisions of an amendment to the Superannuation (Supplementary Provisions) Act, assented to on June 19, 1985. Annuity activities of the Supervisory Board were conducted through the Public Employees (Government Contributory) Superannuation Fund (PESF) until March 31, 1986 when assets were transferred to the Annuity Fund to allow for the separate administration of annuity activities. Accordingly, the results of all annuity underwriting activities for the year ended March 31, 1986 and prior years are presented in the financial statements of the Public Employees (Government Contributory) Superannuation Fund.

The Annuity Fund was established to create a separate fund for the annuity underwriting operations administered by the Supervisory Board. Upon retirement from the Public Employees (Government Contributory) Superannuation Plan, an employee may elect to receive an annuity from the Supervisory Board or from a private annuity underwriter. Annuity payments are provided by the amount standing to the employee's credit in the Public Employees (Government Contributory) Superannuation Fund at the date of retirement. Transfers into the Annuity Fund are in respect of those employees who have elected to receive an annuity from the Supervisory Board. Annuity payments out of the Fund are determined and administered in accordance with regulations issued pursuant to subsection 44(1) of The Superannuation (Supplementary Provisions) Act.

3. Investments

	1990		1989	
	Cost	Market Value	Cost	Market Value
Bonds and debentures				
Province of Saskatchewan	$ 763,000	$ 672,498	$ 250,000	$ 224,375
Other Provincial	750,000	625,312	—	—
Corporate	5,143,759	4,880,775	4,145,294	3,988,531
Total bonds and debentures at par value	6,656,759	6,178,585	4,395,294	4,212,906
Less unamortized discounts	172,024		5,027	
Total bonds and debentures at amortized cost	6,484,735		4,390,267	
Short term investments	3,870,451	3,870,451	3,190,139	3,190,139
Total investments	$10,355,186	$10,049,036	$7,580,406	$7,403,045

4. Accumulated Provision for Annuities Payable

An actuarial valuation of the Public Employees (Government Contributory) Annuity Fund was performed as at March 31, 1990. The actuarial valuation was based on a number of assumptions about future events such as interest rates and mortality. The interest rate assumptions were made on a best estimate basis of 10% for 15 years from date of issue, reducing to 6% thereafter. The consulting actuaries estimate of the present value for annuities payable, at the valuation date is $11,753,820.

5. Related Party Transactions

(a) Administration Costs

The annual operating expenditures for the 1989-90 year associated with the Fund's administration are paid to the Public Employees Benefits Agency Revolving Fund, except for custodial fees and investment management fees which are paid directly out of the Annuity Fund.